



1050 17<sup>th</sup> Street, Suite 2400  
Denver, CO 80265

December 14, 2015

Battlement Mesa Metropolitan District  
401 Arroyo Drive  
Battlement Mesa, CO 81635

**RE: Waiver of Rule 603.a.(2)**

SWNW of Section 18, Township 7 South, Range 95 West, 6<sup>th</sup> P.M.  
BMC B 11C-18-07-95: 2240' FNL, 577' FWL (surface hole location)  
BMC B 21B-18-07-95: 2239' FNL, 587' FWL (surface hole location)  
BMC B 11D-18-07-95: 2239' FNL, 597' FWL (surface hole location)

Garfield County, Colorado

Dear Surface Owner:

Ursa Operating Company LLC ("Ursa") has staked the BMC B 11C-18-07-95, BMC B 21B-18-07-95 and BMC B 11D-18-07-95 wells at the surface locations referenced above at a location closer than 150' to your property line. Colorado Oil and Gas Conservation Commission Rule 603.a.(2) states:

A well shall be located not less than one hundred fifty (150) feet from a surface property line. The Director may grant an exception if it is not feasible for the Operator to meet this minimum distance requirement and a waiver is obtained from the offset Surface Owner(s). An exception request letter stating the reasons for the exception shall be submitted to the Director and accompanied by a signed waiver(s) from the offset Surface Owner(s). Such waiver shall be written and filed in the county clerk and recorder's office and with the Director.

The BMC B 11C-18-07-95 well was staked at a location 130' from your property line. The BMC B 21B-18-07-95 well was staked at a location 140' from your property line. The BMC B 11D-18-07-95 well was staked at a location 150' from your property line. Ursa respectfully requests your consent to an exception location for these wells by waiver of the COGCC Rule 603.a (2).

If this meets with your approval, please sign and date both originals of this letter, keeping one for your files and returning one to the undersigned.

Thank you for your time and consideration in this matter. If you have any questions or comments, please contact me at 970-379-0008.

Sincerely,  
**Ursa Operating Company LLC**

John Doose  
Landman



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THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 603.a.(2) AS IT APPLIES TO THE SURFACE LOCATION OF THE FOLLOWING WELLS:

Well Name	Surface Hole Location	Distance to Property Line
BMC B 11C-18-07-95	2240' FNL, 577' FWL	130'
BMC B 21B-18-07-95	2239' FNL, 587' FWL	140'
BMC B 11D-18-07-95	2239' FNL, 597' FWL	150'

SURFACE OWNER:

  
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Steve Rippy, Authorized Representative